BOB F. ANDERSON, PE, INC.

PETROLEUM ENGINEERS & CONSULTANTS
TELEPHONE (318) 425-4230
FACSINILE (318) 222-1054
email: bfandpe@bellsouth.net

August 30, 2006

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Alternate Unit Wells Hosston Zone, HOSS SUS Logansport Field, DeSoto Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CYPRESS OPERATING**, **INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Zone in the Logansport Field, DeSoto Parish, Louisiana.

- 1. To permit the applicant to drill, designate and utilize three (3) alternate unit wells for the production of gas and condensate from the Hosston Zone for the unit designated HOSS SUS, in exception to the spacing provisions of the 28-R Series of Office of Conservation Orders, such unit and wells shown on the attached plat and made a part hereof.
- 2. To find that additional alternate unit wells are needed on the HOSS SUS to assists in draining a portion of Hosston Zone that cannot be drained by any other well located therein.
- 3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination thereof at the discretion of the unit operator.
- 4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Zone in Logansport Field, DeSoto Parish, Louisiana was defined in Office of Conservation Order No.28-S, effective April 21, 1970.

Honorable James H. Welsh, Commissioner of Conservation Logansport Field 2

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

The subject matter of this hearing does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation. A copy of this letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties.

Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

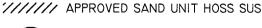
Yours truly

B. F. Anderson, PE for

CYPRESS OPERATING, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.) Interested Owners, Represented Parties and Interested Parties (w/plat only) Cypress Operating, Inc. (w/encl.)

T12N - R15W CYPRESS | GEN JS HARDY #1 Emmett J. Elliot SONAT . John Spencer Claude Stevens, Jr. RAILEY #I M I Stevens Hardy, Jr. 米 (SN 220204) Emmett J. Elliot ENSERCH (SN 220693) ANDREWS ETAL #1-ALT HOSS 8945 (SN 165093) +/- 640 ACRES James H. Gurley (SN 220203) 28 30 APPROVED SO #28-S-94 SOUTHERN PROD WILLIAMS ETAL #1 NEVER DRILLED HOSS SUR HOSS SUT R.G. Gurley 6959 EOG PRESTON #I-ALT (SN 29828) Leo Williams, Etal CYPRESS J.H. Gurley **CYPRESS** Allie Hilton CYPRESS WILLIAMS #1-ALT RAILEY #1 (SN 226138) WILLIAMS #2 John Shirey Crest Nat Resources APPROVED ALTERNATE (SN 205280) NEVER DRILLED (SN 177544) Donald Rutherford **CYPRESS** CYPRESS CYPRESS CREST NAT 29 #I-ALT CYPRESS RUTHERFORD 29 #I-ALT CHREENE, ETAL 28 #I-ALT SHIREY 29 #I-ALT Tyler Stahl (SN 193884) (SN 232542) John Shirey 8000 330' FSL 330' FSL Roger Hassell 330' FSL 1300' FWI 2400' FEL 1000' FEL HOSS SUU HOSS SUG 2000 Radius MORRIS #I-ALT HOSS SUH 31 32 33



(SN 224754)





FORMER UNIT WELL (HOSSTON)

APPROVED ALTERNATE (Hosston)

APPROVED UNIT WELL (HOSSTON) 500' 1000' 2000' 3000'

PROPOSED ALTERNATE UNIT WELLS AT EXCEPTIONAL LOCATIONS SHIREY 29 #I-ALT, CREST NAT 29 #I-ALT AND RUTHERFORD 29 #I-ALT DOCKET NO. 06-EXHIBIT NO.I

CYPRESS OPERATING, INC.

LOGANSPORT FIELD

DESOTO PARISH, LOUISIANA

HOSS RA SUS